

**REVENUE DEPARTMENT[701]**

**Adopted and Filed**

Pursuant to the authority of Iowa Code chapter 17A and sections 421.14 and 422.68, the Department of Revenue hereby adopts new Chapter 226, “Agricultural Rules,” Iowa Administrative Code.

The new chapter is intended to implement Iowa Code chapter 423, otherwise known as the Streamlined Sales and Use Tax Act. The newly drafted chapter is intended to accomplish three things: (1) to explain the changes to Iowa sales and use tax law made by the Streamlined Sales and Use Tax Act; (2) to preserve the existing interpretation of portions of Iowa sales and use tax law which the Streamlined Sales and Use Tax Act does not change; and (3) to remove from the new rules as many references as possible to sales and use tax law as it existed prior to July 1, 2004, the effective date of the Streamlined Sales and Use Tax Act.

Rule 701—226.1(423) also incorporates changes to Iowa sales and use tax law as a result of 2008 Iowa Acts, Senate File 2400, sections 55 and 56, which pertain to the sales and use tax exemption for replacement parts used in the repair or reconstruction of farm machinery used in certain activities related to agricultural production.

Notice of Intended Action was published in IAB Vol. XXXI, No. 22, p. 2349, on April 22, 2009, as **ARC 7725B**. These rules are identical to those published under Notice of Intended Action.

These rules will become effective July 22, 2009, after filing with the Administrative Rules Coordinator and publication in the Iowa Administrative Bulletin.

These rules are intended to implement Iowa Code chapter 423.

EDITOR’S NOTE: Pursuant to recommendation of the Administrative Rules Review Committee published in the Iowa Administrative Bulletin, September 10, 1986, the text of these rules [Ch 226] is being omitted. These rules are identical to those published under Notice as **ARC 7725B**, IAB 4/22/09.

[Filed 5/29/09, effective 7/22/09]

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[For replacement pages for IAC, see IAC Supplement 6/17/09.]